GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA

UNSTARRED QUESTION NO:4877
ANSWERED ON:24.08.2000
FACTORS DECIDING DEALERS COMMISSION
M.V.CHANDRASHEKHARA MURTHY

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

(a) the purpose/objective of charging SSLF/LFR from the RPO dealers on per kiloletre basis;

(b) whether above charge was recovered from `B` site petrol dealers on the basis of actual payment to the `department of explosives prior to the nationalisation of the trade;

(c) whether the above cost has been included in the cost break up while deciding dealers` commission; and

(d)if not, by time by which it is proposed to be rectified to make the dealer`s commission structure reasonable/justified?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SHRI SANTOSH KUMAR GANGWAR)

(a): The SSLF/LFR is being recovered from the dealers towards investment made by the oil companies for providing infrastructure facilities like land, building, pump tank etc.

(b): Prior to July 1976, individual oil companies were recovering licence fees from the dealers as per their own norms.

(c) & (d): The amount recovered from the dealers by way of licence fee recovery has been built into the commission payable to them as a return on cost of investment on an average basis.